COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF GREEN-TAYLOR)
WATER DISTRICT TO INCREASE) CASE NO. 2008-00243
CERTAIN NON-RECURRING CHARGES)

ORDER

On June 26, 2008, Green-Taylor Water District ("Green-Taylor") applied for an adjustment of certain non-recurring charges. On July 9 and July 31, 2008, Commission Staff advised Green-Taylor by letter that its application failed to meet certain of the requirements set forth in 807 KAR 5:0011, Section 10, and requested that Green-Taylor cure these deficiencies. A copy of these requests is appended hereto. As of the date of this Order, Green-Taylor has not responded to these requests.

IT IS THEREFORE ORDERED that:

- 1. Within 10 days from the date of this Order, Green-Taylor shall cure the deficiencies listed in Appendix A.
- 2. Failure to cure the deficiencies within 10 days shall be cause for dismissal of Green-Taylor's application.

Done at Frankfort, Kentucky, this 29th day of August, 2008.

By the Commission

Exeguti√e Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00243 DATED AUGUST 29, 2008

Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615

Telephone: (502) 564-3940 Fax: (502) 564-3460 psc ky gov David L. Armstrong Chairman

> James Gardner Vice-Chairman

John W. Clay Commissioner

July 9, 2008

Mr. William M. Netherland, Chairman Green-Taylor Water District 250 Industrial Park Road Greensburg, KY 42743

RE: Green-Taylor Water District Case No. 2008-00243

Filing Deficiencies

Dear Mr. Netherland:

The Commission staff has reviewed Green-Taylor Water District's application in the above case. The filing is rejected for the reasons set forth below:

Filing deficiencies pursuant to 807 KAR 5:011:

- (1) Section 10(1)(b) Statement by utility confirming that copy of filing was simultaneously sent to the Attorney General (Attorney General has 10 days to notify PSC if he requests a hearing).
- (2) Section 10(1)(c) Statement explaining why proposed changes could not have been included in last rate case and why current conditions prevent deferring change until next rate case.
- (3) Section 10 (1)(d) Impact statement identifying group of customers (both existing and potential) affected by proposed change.
- (4) Section 10(1)(e) Income statement and balance sheet for a recent 12-month period.



- (5) Section 10(2) If the additional revenue to be generated from the proposed tariff revisions exceeds by five (5) percent the total revenues provided by all miscellaneous and non-recurring charges for a recent twelve (12) month period, the utility must file, in addition to the information set out in subsection (1)(a) of this section, the following: An absorption test showing that the additional net income generated by the tariff filing will not result in an increase in the rate of return (or other applicable valuation methods) to a level greater than that allowed in the most recent rate case. Any general rate increases received during the twelve (12) month period must be annualized. Any significant cost changes may be included but must be documented as part of the filing.
- (6) Section 8, 9(2) Is copy of public notice included?

The statutory time period in which the Commission must process this case will not commence until the above-mentioned information is filed with the Commission. If your filing contains a proposed effective date, the rejection of your filing for reasons of deficiencies voids the proposed effective date. When you file the required information to correct the deficiencies you may refile your proposed tariff with a new proposed effective date that is at least 30 days from the date you file the required information. You are requested to file 10 copies of this information within 15 days of date of this letter.

In all future correspondence or filings connected with this case, please reference the above case number. If you need further assistance, please contact Jason Green at 502-564-3940 ext. 470.

Sincerely,

David R. McDowell

Jan R. mc Andl

Divisions of Filings

DM/rs



Steven L Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



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David L. Armstrong Chairman

> James Gardner Vice-Chairman

John W. Clay Commissioner

July 31, 2008

Mr. William M. Netherland, Chairman Green-Taylor Water District 250 Industrial Park Road Greensburg, KY 42743

RE: Green-Taylor Water District

Case No. 2008-00243 Filing Deficiencies

Dear Mr. Netherland:

This letter is to advise that your application remains deficient of the following item(s):

Filing deficiencies pursuant to 807 KAR 5:011:

- (1) Section 10(1)(b) Statement by utility confirming that copy of filing was simultaneously sent to the Attorney General (Attorney General has 10 days to notify PSC if he requests a hearing).
- (2) Section 10(1)(c) Statement explaining why proposed changes could not have been included in last rate case and why current conditions prevent deferring change until next rate case.
- (3) Section 10 (1)(d) Impact statement identifying group of customers (both existing and potential) affected by proposed change.
- (4) Section 10(1)(e) Income statement and balance sheet for a recent 12-month period.



- (5) Section 10(2) If the additional revenue to be generated from the proposed tariff revisions exceeds by five (5) percent the total revenues provided by all miscellaneous and non-recurring charges for a recent twelve (12) month period, the utility must file, in addition to the information set out in subsection (1)(a) of this section, the following: An absorption test showing that the additional net income generated by the tariff filing will not result in an increase in the rate of return (or other applicable valuation methods) to a level greater than that allowed in the most recent rate case. Any general rate increases received during the twelve (12) month period must be annualized. Any significant cost changes may be included but must be documented as part of the filing.
- (6) Section 8, 9(2) Is copy of public notice included?

Please furnish 10 copies of this information within 10 days of the date of this letter. If you need further assistance, please contact Jason Green at 502-564-3940 ext. 470.

Sincerely,

David R. McDowell Divisions of Filings

David R. mcGenell

DM/rs

